# STATE OF NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES OIL CONSERVATION DIVISION

APPLICATION OF XTO ENERGY, INC. FOR A NON-STANDARD SPACING AND PRORATION UNIT, AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

CASE NOS. 15206, 15207, 15208, AND 15209

## **XTO's PRE-HEARING STATEMENT**

XTO Energy, Inc. (XTO), the applicant in the above referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

#### **APPEARANCES**

## **APPLICANT**

XTO Energy, Inc. 810 Houston Street Fort Worth, TX 76102

## **ATTORNEY**

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#### APPLICANT'S STATEMENT OF CASE

XTO seek orders from the Division creating the following non-standard spacing and proration units on federal lands in Section 31, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico:

- (a) the W/2 W/2 to be dedicated to its proposed **Perla Verde 31 State 1H Well**, which will be horizontally drilled from a surface location in the NW/4NW/4 (Unit D) to a bottom hole location in the SW/4SW/4 (Unit M);
- (b) the W/2 E/2 to be dedicated to its proposed **Perla Verde 31 State 2H Well**, which will be horizontally drilled from a surface location in the SW/4SE/4 (Unit O) to a bottom hole location in the NW/4NE/4 (Unit B);
- (c) the E/2 W/2 to be dedicated its proposed **Perla Verde 31 State 3H Well**, which will be horizontally drilled from a surface location in the SE/4SW/4 (Unit N) to a bottom hole location in the NE/4NW/4 (Unit C); and
- (d) the E/2 E/2 to be dedicated to its proposed **Perla Verde 31 State 4H Well**, which will be horizontally drilled from a surface location in the SE/4SE/4 (Unit P) to a bottom hole location in the NE/4NE/4 (Unit A) of Section 31.

In each of these cases, XTO also seeks to pool the uncommitted interest owners in the Bone Spring formation underlying these standup spacing units.

#### APPLICANT'S PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Keith Sawyer, Landman	Approx. 10	Approx. 12
Tom Anderson, Petroleum Geologist	Approx. 10	Approx. 4

#### PROCEDURAL MATTERS

XTO requests that Case Nos. 15206, 15207, 15208 and 15209 be consolidated for hearing.

Respectfully submitted,

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